ModernGraham Valuation

Company Name:

D

Company Ticker Date of Analysis Dominion Resources,





Pass

7/22/2016

Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

1.	Adequate Size of the Enterprise	Market Cap > \$2Bil	\$48,567,059,232 F	ass
2.	Sufficiently Strong Financial Condition	Current Ratio > 2	0.49 F	⁻ ail
3.	Earnings Stability	Positive EPS for 10 years prior	F	Pass
4.	Dividend Record	Dividend Payments for 10 years prior	F	Pass
5.	. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	-0.98% F	Fail
6.	Moderate PEmg Ratio	PEmg < 20	26.58 F	-ail
7.	Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	3.65 F	⁻ ail
Enterprising Investor; mu	ust pass 4 out of the following 5 tests, or be	suitable for the Defensive Investor.		
1.	Sufficiently Strong Financial Condition	Current Ratio > 1.5	0.49 F	⁼ail
2.	Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-6.35 F	-ail
3.	Earnings Stability	Positive EPS for 5 years prior	F	Pass
4.	Dividend Record	Currently Pays Dividend	F	Pass

EPSmg greater than 5 years ago

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

5. Earnings Growth

	EPSmg		\$2.95
	MG Growth Estimate		4.42%
	MG Value		\$51.21
	MG Value based on 3% Growth		\$42.83
	MG Value based on 0% Growth		\$25.11
	Market Implied Growth Rate		9.04%
MG Opinion			
	Current Price		\$78.51
	% of Intrinsic Value		153.32%
	Opinion	Overvalued	
	MG Grade	D	

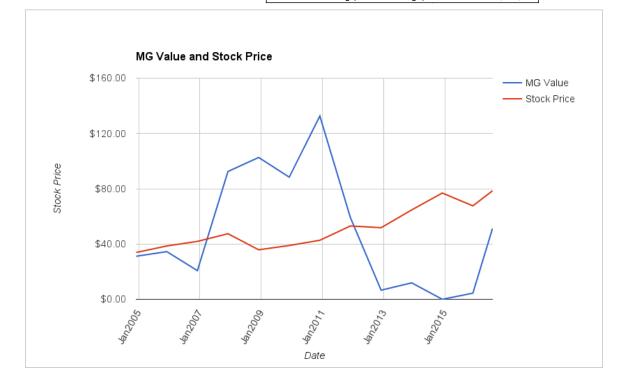
Stage 3: Information for Further Research

Net Current Asset Value (NCAV)	-\$71.74
Graham Number	\$42.27
PEmg	26.58
Current Ratio	0.49
PB Ratio	3.65
Current Dividend	\$2.64
Dividend Yield	3.37%
Number of Consecutive Years of Dividend Growth	13

Useful Links:

ModernGraham tagged articles Google Finance Yahoo Finance GuruFocus Morningstar MSN Money Seeking Alpha SEC Filings

EPS History		EPSmg History	
Next Fiscal Year	* •••••		AA A
Estimate		Next Fiscal Year Estimate	\$2.95
Dec2015	\$3.20	Dec2015	\$2.48
Dec2014	\$2.24	Dec2014	\$2.2
Dec2013	\$2.93	Dec2013	\$2.3
Dec2012	\$0.53	Dec2012	\$2.2
Dec2011	\$2.45	Dec2011	\$3.2
Dec2010	\$4.76	Dec2010	\$3.4
Dec2009	\$2.17	Dec2009	\$2.7
Dec2008	\$3.16	Dec2008	\$2.8
Dec2007	\$3.88	Dec2007	\$2.4
Dec2006	\$1.97	Dec2006	\$1.6
Dec2005	\$1.50	Dec2005	\$1.5
Dec2004	\$1.89	Dec2004	\$1.4
Dec2003	\$0.50	Dec2003	\$1.2
Dec2002	\$2.41	Dec2002	\$1.4
Dec2001	\$1.08	Dec2001	\$1.0
Dec2000	\$0.93	Dec2000	\$1.0
Dec1999	\$0.74	Balance Sheet Information	3/1/201
Dec1998	\$1.37	Total Current Assets	\$3,711,000,00
Dec1997	\$1.08	Total Current Liabilities	\$7,518,000,00
Dec1996	\$1.32	Long-Term Debt	\$24,186,000,00
		Total Assets	\$59,505,000,00
		Intangible Assets	\$3,294,000,00
		Total Liabilities	\$46,625,000,00
		Shares Outstanding (Diluted Average)	598,200,00





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor.

The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

Recommended Reading:

Other ModernGraham	5 Speculative and Overvalued Companies to Avoid – February 2015
posts about the	27 Companies in the Spotlight This Week – 2/14/15
company	Dominion Resources Inc. Annual Valuation – 2015 \$D
	15 Companies in the Spotlight This Week – 2/1/14
	Dominion Resources, Inc. (D) Annual Valuation
Other ModernGraham posts about related companies	Exelon Corporation Valuation – July 2016 \$EXC
	DTE Energy Co Valuation – July 2016 \$DTE
	AES Corporation Valuation – July 2016 \$AES
	FirstEnergy Corp Valuation – July 2016 \$FE
	Edison International Valuation – July 2016 \$EIX
	WEC Energy Group Inc Valuation – June 2016 \$WEC
	CenterPoint Energy Inc Valuation – June 2016 \$CNP
	Southern Company Valuation – June 2016 \$SO
	CMS Energy Corp Valuation – June 2016 \$CMS
	Xcel Energy Inc Valuation – May 2016 \$XEL